

## Message Text

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12

ORIGIN TRSE-00

INFO OCT-01 ARA-06 ISO-00 EB-07 /014 R

DRAFTED BY TREAS:JWALLAR:JH

APPROVED BY EB/OT/STA:WCLARK, JR.

EB/OT/STA:ECONSTABLE

ARA/BR:JSLATTERY

----- 045781

R 251654Z JUN 75

FM SECSTATE WASHDC

TO AMEMBASSY BRASILIA

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E.O. 11652: N/A

TAGS: ETRD, BR

SUBJECT: BRAZILIAN TAX ON SHOE EXPORTS

REF: BRASILIA 4849

1. AS AN ACCOMMODATION TO BRAZILIANS, TREASURY HAS BEEN ASSESSING COUNTERVAILING DUTIES ON A CURRENT BASIS USING 1974 DATA, INSTEAD OF SUSPENDING LIQUIDATION FOR A YEAR AND ASSESSING DUTIES RETROACTIVELY. THE NEXT REVISION OF APPLICABLE COUNTERVAILING DUTIES WOULD OCCUR EARLY 1976. AT THAT TIME THE BRAZILIANS MAY WISH TO SUBMIT A DETAILED PRESENTATION OF THE TAX REVISION AND ITS IMPACT ON THE UTILIZATION OF TAX CREDITS. TREASURY WILL BE EXTREMELY INTERESTED IN ANY GOVERNMENTAL MECHANISM WHICH RESTRICTS THE FLOW OF UNUTILIZED CREDITS.

2. WITHOUT COPY OF THE DECREE, AND ANY SUBSEQUENT REGULATIONS AND DETAILED INFORMATION WITH RESPECT TO ACTUAL UTILIZATION OF CREDITS BY REPRESENTATIVE BRAZILIAN FIRMS, TREASURY WILL NOT BE IN POSITION TO ASCERTAIN IMPACT OF TAX CHANGE ON COUNTERVAILING DUTY RATE. FURTHERMORE, A  
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SIGNIFICANT PERIOD OF TIME MAY ELAPSE BEFORE FIRMS CAN

ESTABLISH A SUFFICIENT RECORD OF TAX CREDIT UTILIZATION.  
THEREFORE IT WOULD BE PREMATURE TO SPECULATE ON POSSIBLE

REVISIONS TO OUTSTANDING COUNTERVAILING DUTY.

3. ABOVE FOR EMBASSY USE IN DISCUSSIONS WITH GOB  
OFFICIALS. KISSINGER

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** EXPORTS, COUNTERVAILING DUTIES, SHOES, TAX CHANGES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 25 JUN 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** MorefiRH  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975STATE149329  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** JWALLAR:JH  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D750220-1267  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19750616/aaaaaoqt.tel  
**Line Count:** 68  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN TRSE  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 BRASILIA 4849  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** MorefiRH  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 04 SEP 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <04 SEP 2003 by WorrelSW>; APPROVED <04 SEP 2003 by MorefiRH>  
**Review Markings:**

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US Department of State  
EO Systematic Review  
06 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** BRAZILIAN TAX ON SHOE EXPORTS  
**TAGS:** ETRD, BR  
**To:** BRASILIA  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006